

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

MAR 26 2004

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

G-02696A  
Broken Bow Gas Company  
200 West Longhorn  
Payson AZ 85541

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2003</b>
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FOR COMMISSION USE

<b>ANN 0</b>	<b>03</b>
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## COMPANY INFORMATION

**Company Name (Business Name)** Energy West Inc. DBA Energy West Az

**Mailing Address** #1 First Ave South Po Box 2229

Great Falls

(Street)

MT

(State)

59403-2229

(Zip)

(406)791-7500

Telephone No. (Include Area Code)

(406)791-7558

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

**Email Address** cawolverton@ewst.com

**Local Office Mailing Address** 200 W Longhorn Rd.

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928)474-2294

Local Office Telephone No. (Include Area Code)

(928)474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

**Email Address** mjllorentz@ewst.com

## MANAGEMENT INFORMATION

**Management Contact:** Mark Lorentz General Manager

(Name)

(Title)

200 W Longhorn Rd.

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928)474-2294

Telephone No. (Include Area Code)

(928)474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

**Email Address** mjllorentz@ewst.com

**On Site Manager:** Mark Lorentz

(Name)

200 W Longhorn Rd

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928)474-2294

Telephone No. (Include Area Code)

(928)474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

**Email Address** mjllorentz@ewst.com

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Doug Mann

(Name)

200 W Longhorn Rd.

(Street)

Payson

(City)

AZ

(State)

85541

(Zip)

(928) 474-2294

Telephone No. (Include Area Code)

(928) 474-0909

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

**Attorney:** Michael M Grant, Gallagher & Kennedy, P.A.

(Name)

2575 E Camelback Rd

(Street)

Phoenix

(City)

AZ

(State)

85016

(Zip)

(602) 530-8291

Telephone No. (Include Area Code)

(602) 530-8500

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☒ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

## SERVICES AUTHORIZED TO PROVIDE

Check the following box/s for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
  - ☐ Transmission Service Provider
  - ☐ Meter Service Provider
  - ☐ Meter Reading Service Provider
  - ☐ Billing and Collection
  - ☐ Ancillary Services
  - ☐ Generation Provider
  - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☐ Natural Gas
- ☒ Propane

☐ **Other** (Specify) \_\_\_\_\_

## STATISTICAL INFORMATION

### TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

**STATISTICAL INFORMATION (CONT'D)**

**ELECTRIC UTILITY PROVIDERS ONLY**

Total number of customers	_____
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
 Total kilowatt-hours sold	_____ kWh
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
 Maximum Peak Load	_____ MW

**GAS UTILITIES ONLY**

Total number of customers	7595
Residential	6987
Commercial	541
Industrial	67
Irrigation	_____
Resale	_____
 Total therms sold	3830559 therms
Residential	2808062
Commercial	614058
Industrial	408439
Irrigation	_____
Resale	_____

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

MAR 26 2004

**VERIFICATION**

STATE OF Arizona

**I, THE UNDERSIGNED  
OF THE**

COUNTY OF (COUNTY NAME)
<u>Gila</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Doug Mann, Statutory Agent</u>
COMPANY NAME
<u>Energy West Arizona</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:**

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 6,182,567

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 488,111  
IN SALES TAXES BILLED, OR COLLECTED)**

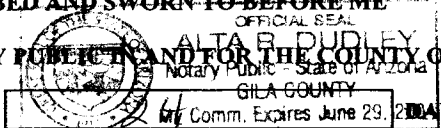
**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Douglas R Mann  
SIGNATURE OF OWNER OR OFFICIAL  
928 474 2294  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**



**(SEAL)**

**MY COMMISSION EXPIRES** June 29, 2004

COUNTY NAME
<u>Gila</u>
MONTH
<u>March</u>
YEAR
<u>2004</u>

SIGNATURE OF NOTARY PUBLIC

Alta R. Dudley

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

MAR 26 2004

STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE

(COUNTY NAME) Gila	
NAME (OWNER OR OFFICIAL) Doug Mann	TITLE Statutory Agent
COMPANY NAME Energy West Arizona	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 4,707,769

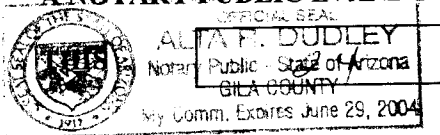
(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 371,676  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X Doug R Mann  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



(SEAL)

DAY OF

MY COMMISSION EXPIRES June 29, 2004

NOTARY PUBLIC NAME ALTA R. Dudley	
COUNTY NAME Gila	
MONTH March	2004

X Alta R. Dudley  
SIGNATURE OF NOTARY PUBLIC

## **FINANCIAL INFORMATION**

Attach to this annual report a copy of the companies' year-end (Calendar Year 2003) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**



**ENERGY WEST ARIZONA**  
**Consolidated Income Statement**  
**Twelve Months Ended December 31, 2003**

	<b>12 Months Ended 12/31/2003</b>
Energy Revenue	\$ 5,600,939
Energy Purchases	3,268,655
<b>Total Gross Margin</b>	<b>2,332,284</b>
Other Operating Charges:	
Vaporizer Fuel Costs	65,213
General and administrative	1,578,472
Maintenance	45,839
Depreciation	379,474
Taxes other than income taxes	98,118
<b>Total Other Operating Charges</b>	<b>2,167,116</b>
Other income (loss)	93,517
<b>Earnings before Int &amp; Taxes</b>	<b>258,685</b>
Interest Charges:	
Interest on long-term debt	188,838
Other interest	123,867
<b>Total Interest charges</b>	<b>312,705</b>
<b>Income (loss) before inc taxes</b>	<b>(54,020)</b>
Income taxes:	
Income taxes-operations	(14,941)
Income taxes-other income	
<b>Total Income taxes</b>	<b>(14,941)</b>
<b>Net Income</b>	<b>\$ (39,079)</b>
<b>EPS</b>	<b>\$ (0.0151)</b>

EWA - Broken Bow  
Balance Sheet  
December 31, 2003

	Balance 12/31/03	Balance at 12/31/02	Increase/ (Decrease)
<b>ASSETS</b>			
Current assets:			
Cash	\$110,025.54	\$90,647.75	\$19,377.79
Accounts Receivable	1,286,326.30	840,748.70	445,577.60
Accounts Receivable - Intercompany	18,121.49	0.00	18,121.49
Gas Inventory	19,702.00	11,241.00	8,461.00
Materials and Supplies	75,748.67	116,873.32	(41,124.65)
Prepayments	25,642.39	38,440.34	(12,797.95)
Deferred Tax Assets - Current	69,017.35	62,346.00	6,671.35
Deferred Purchased Gas Costs	237,188.53	583,451.51	(346,262.98)
Total Current Assets	<u>1,841,772.27</u>	<u>1,743,748.62</u>	<u>98,023.65</u>
Property, Plant and Equipment:			
Utility Plant	10,601,852.00	10,043,227.65	558,624.35
Less Accumulated Depreciation	<u>(3,212,982.34)</u>	<u>(2,852,213.17)</u>	<u>(360,769.17)</u>
Net Property, Plant and Equipment	<u>7,388,869.66</u>	<u>7,191,014.48</u>	<u>197,855.18</u>
Deferred Charges and Other Assets:			
Rate Case Costs	(9.35)	(9.35)	0.00
Deferred Charges	(474.12)	0.00	(474.12)
Regulatory Asset	6,108.00	6,108.00	0.00
Deferred Tax Assets - Long Term	57,853.29	54,226.00	3,627.29
Total Deferred Charges and Other Assets	<u>63,477.82</u>	<u>60,324.65</u>	<u>3,153.17</u>
<b>TOTAL ASSETS</b>	<u><u>9,294,119.75</u></u>	<u><u>8,995,087.75</u></u>	<u><u>299,032.00</u></u>

EWA - Broken Bow  
Balance Sheet  
December 31, 2003

	Balance 12/31/03	Balance at 12/31/02	Increase/ (Decrease)
<b>LIABILITIES AND INVESTMENT</b>			
Current Liabilities:			
Long Term Debt (Due Within One Year)	\$2,533.00	\$2,147.00	\$386.00
Accounts Payable - Other	(411.29)	88,031.08	(88,442.37)
Accounts Payable - Intercompany	800,600.39	680.48	799,919.91
Accrued Taxes	(216,015.83)	(118,729.01)	(97,286.82)
Deferred Income Tax Payable - Current	97,188.15	238,290.62	(141,102.47)
Payable to Employee Benefit Plans	37,918.42	39,984.34	(2,065.92)
Accrued Vacation Payable	56,629.00	53,489.80	3,139.20
Other Current Liabilities	205,641.06	110,858.83	94,782.23
	<u>984,082.90</u>	<u>414,753.14</u>	<u>569,329.76</u>
Total Current Liabilities			
Other:			
Customer Advances for Construction	515,397.00	541,188.00	(25,791.00)
Contributions in Aid of Construction	159,725.34	150,824.60	8,900.74
Accum. Post Retirement Benefit Obligations	40,011.92	31,311.92	8,700.00
Deferred Federal Income Taxes	819,667.25	568,428.43	251,238.82
Deferred Revenues	30,106.88	28,259.32	1,847.56
	<u>1,564,908.39</u>	<u>1,320,012.27</u>	<u>244,896.12</u>
Total Other			
ENERGY WEST Balancing	5,430,177.60	5,903,688.89	(473,511.29)
Long Term Debt (Due After One Year):			
Leases Payable	7,699.73	10,305.52	(2,605.79)
Total Long-Term Obligations	7,699.73	10,305.52	(2,605.79)
Allocated Long-Term Obligations	498,220.00	498,220.00	0.00
Equity:			
Retained Earnings	809,031.13	848,107.93	(39,076.80)
Total Equity	809,031.13	848,107.93	(39,076.80)
	<u>9,294,119.75</u>	<u>8,995,087.75</u>	<u>299,032.00</u>
TOTAL LIABILITIES AND INVESTMENT			